

SENATE BILL 640
By Cohen

AN ACT to amend Tennessee Code Annotated, Title 9,
Chapter 4, relative to distribution of certain funds
to certain municipalities.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 9-4-5301, is amended by designating the current language as subsection "(a)", and by adding the following new language, to be designated as subsection "(b)":

(b)

(1) Notwithstanding any provision of law to the contrary, in any county having a population in excess of eight hundred thousand (800,000) according to the 2000 federal census or any subsequent federal census, state-shared taxes and state-collected revenues, that by law are allocated to the most populous municipality located within the county, shall be paid by the state directly to such municipality in lieu of making such payments indirectly through the county trustee.

(2) The provisions of subdivision (1) shall be implemented as follows:

(A) From July 1, 2005 through June 30, 2006 - sixty percent (60%) of such state-shared taxes and state-collected revenues shall be paid by the state directly to the municipality, and

(B) From and after July 1, 2006 - one hundred percent (100%) of such state-shared taxes and state-collected revenues shall be paid by the state directly to the municipality.

SECTION 2. This act shall take effect July 1, 2005, the public welfare requiring it.